400 North Fourth Street Bismarck, ND 58501 (701) 222-7900

February 20, 2007

Ms. Patricia Van Gerpen Executive Director South Dakota Public Utilities Commission State Capitol Building 500 East Capitol Pierre, SD 57501-5070

Re:

Fuel Clause Adjustment

Docket No. EL07-

Dear Ms. Van Gerpen:

Montana-Dakota Utilities Co. (Montana-Dakota), a Division of MDU Resources Group, Inc., herewith respectfully files an original and two (2) copies of a fuel adjustment, statement attached hereto, in accordance with its Fuel Clause Rate 58. The attached statement shows the following:

Cost/Kwh - 3 months ended January 31, 2007	\$0.024176
Base Cost/Kwh Included in Current Rates	0.014704
Increase(Decrease) from Base Cost	\$0.009472

Net Billing Adjustment after 90% Provision

\$0.008525

Montana-Dakota will, unless the Commission otherwise orders, apply the .8525 cents per Kwh to all bills rendered during the month of March 2007. This is an increase of .2022 cents from the February level.

Please acknowledge receipt by stamping or initialing the duplicate copy of this letter attached hereto and returning the same in the enclosed self-addressed, stamped envelope.

Sincerely,

Reta O. Mulher

Rita A. Mulkern Regulatory Analysis Manager